

City of Eureka, California
Government-wide Expenses by Function
Last Ten Fiscal Years *
(Unaudited)

Fiscal Year	General Government	Public Safety	Community Development	Community Services	Culture - Recreation	Public Works	Interest on Long-Term Debt	Unallocated Depreciation**	Water	Wastewater	Transit	Harbor	Building	Golf	Total
2003	\$ 3,798,232	\$ 10,260,034	\$ 2,943,947	\$ 118,050	\$ 1,198,403	\$ 3,760,811	\$ 748,497	\$ -	\$ 3,000,990	\$ 3,946,192	\$ 1,602,904	\$ 1,192,850	\$ 372,014	\$ 35,392	\$ 32,978,316
2004	3,498,416	10,331,006	2,517,447	132,253	1,239,570	2,707,531	1,811,098	-	3,936,017	5,187,671	1,687,429	1,219,715	410,449	49,254	34,727,856
2005	3,509,992	10,688,693	3,614,988	67,087	1,852,558	2,580,587	1,088,993	1,728,090	3,562,419	4,847,871	1,433,596	1,157,822	461,251	38,597	36,632,544

* Third year of GASB 34 financial statement model reporting.

** First year of infrastructure depreciation reports

Source: City of Eureka financial records

City of Eureka, California
Government-wide Revenues
Last Ten Fiscal Years *
(Unaudited)

Fiscal Year	PROGRAM REVENUES			GENERAL REVENUES			
	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Taxes	Investment Earnings	Other	Total
2003	\$ 10,066,859	\$ 3,236,646	\$ 1,597,515	\$ 14,466,424	\$ 1,613,655	\$ 778,021	\$ 31,759,120
2004	11,501,756	2,884,975	3,350,372	15,823,826	603,063	1,313,448	\$ 35,477,440
2005	13,298,476	5,519,557	4,900,808	17,525,304	2,278,155	536,224	\$ 44,058,524

* Third year of GASB 34 financial statement model reporting

Source: City of Eureka financial records

City of Eureka, California
General Governmental Expenditures by Function (1)
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	General Government (2)	Public Safety	Public Works	Community Development	Culture and Recreation	Capital Outlay	Debt Service (3)	Total
1996	2,289,588	7,420,069	2,003,536	957,629	1,145,715	1,957,315	2,392,677	18,166,529
(4) 1997	2,863,808	7,364,148	2,069,471	1,157,930	1,154,807	2,980,255	2,164,436	19,754,855
1998	2,937,180	7,545,160	1,896,198	749,009	1,156,082	2,115,443	2,299,026	18,698,098
1999	2,808,302	7,651,228	1,912,964	1,184,233	1,151,868	4,179,461	2,758,533	21,646,589
2000	3,396,989	7,693,162	1,979,264	1,202,884	1,200,831	1,724,206	2,825,152	20,022,488
2001	3,289,348	7,923,346	2,022,457	774,733	1,313,384	5,558,471	4,319,009	25,200,748
2002	3,525,117	8,767,318	2,245,483	2,005,793	1,431,856	5,929,901	3,088,956	26,994,424
2003	3,582,501	9,591,711	2,829,535	1,402,737	1,022,687	1,248,745	2,552,764	22,230,680
2004	3,368,805	10,211,207	2,694,817	2,773,493	1,166,998	3,646,216	3,801,691	27,663,227
2005	3,428,993	10,763,419	2,446,156	4,137,582	1,713,643	9,003,905	1,861,822	33,355,520

(1) Includes General, Special Revenue, Debt Service and Capital Projects Funds

(2) Includes Non-Departmental

(3) Interest and principal payments on the loan from the Eureka Public Financing Authority to the Eureka Redevelopment Agency are eliminated, to avoid double-stating of net expense to the reporting entity as a whole. See Note IV F.

(4) Contribution to Pension Trust Fund previously paid from Public Safety budget was apportioned to Non-Departmental (General Government) beginning in fiscal year 1996-97

Source: City of Eureka financial records

City of Eureka, California
General Governmental Revenues by Source (1)
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Taxes	Licences and Permits	Fines and Forfeits (4)	Intergovernmental	Charges for Services	Investment Income (2) & (3)	Other Revenue	Total
1996	11,823,729	499,710	146,551	2,536,957	1,576,355	985,694	1,003,375	18,572,371
1997	11,989,018	498,588	104,030	3,440,374	1,701,240	765,109	557,691	19,056,050
1998	12,365,874	508,506	180,552	3,015,230	1,573,690	1,048,710	1,111,250	19,803,812
1999	12,602,820	559,045	187,388	5,642,052	1,638,143	711,563	213,662	21,554,673
2000	13,454,197	577,594	226,624	5,143,044	1,815,983	973,692	1,298,969	23,490,103
2001	11,557,259	633,882	275,722	4,388,541	1,995,465	4,360,891	2,045,942	25,257,702
2002	14,363,265	694,935	264,295	5,308,561	1,932,224	1,809,847	284,576	24,657,703
2003	14,466,424	660,916	239,639	3,386,723	2,202,164	1,028,574	117,105	22,101,545
2004	15,823,826	709,087	-	5,125,707	2,772,294	281,148	146,685	24,858,747
2005	16,689,910	735,055	243,118	9,182,306	2,567,514	1,913,284	973,951	32,305,138

(1) Includes General, Special Revenue, Debt Service and Capital Projects Funds

(2) Interest payment from the Redevelopment Agency to the Public Financing Authority is eliminated to avoid double stating of net income to the reporting entity as a whole.

(3) Beginning in fiscal year 1997-98, "Investment Income" consists of interest revenue and the change in fair market value of investments

(4) Fines and Forfeits are included with Charges for Services starting in year 2003-04.

Source: City of Eureka financial records

City of Eureka, California
Property Tax Levies and Collections (1)
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Total Tax Levy(2)	Current Tax Collections	Percent of Levy Collected	Delinquent Tax Collections	Percent of Total Tax Collections to Tax Levy
1996	945,492	942,353	99.7%	18,251	101.6%
1997	961,046	956,050	99.5%	15,328	101.1%
1998	986,073	983,279	99.7%	13,033	101.0%
1999	1,021,551	965,507	94.5%	6,184	95.1%
2000	1,021,403	1,007,623	98.7%	1,542	98.8%
2001	1,025,973	1,026,318	100.0%	1,462	100.2%
2002	1,022,650	1,021,504	99.9%	-	99.9%
2003	1,058,309	1,047,330	99.0%	-	99.0%
2004	1,151,275	1,145,210	99.5%	-	99.5%
2005	1,190,947	902,080 *	75.7%	-	75.7%

* -\$411,018 = ERAF deduction

(1) Includes Secured, Unsecured and HOPTR; Does not include Redevelopment Agency

(2) Article XIII A of the California Constitution (Proposition 13) precludes cities from levying a property tax, except for payment of voter approved indebtedness. The county levies all general purpose property taxes and allocates them based on a state-mandated formula to other governmental entities. The amounts shown under "Total Tax Levy" were determined by the county using that formula.

Source: Humboldt County Auditor and City of Eureka financial records

City of Eureka, California
Assessed and Estimated Actual Value of Property
Last Ten Fiscal Years*
(Unaudited)

Fiscal Year	Secured	Utility	Unsecured	Gross Assessed Value	Less Exemptions	Net Assessed Value	Estimated Actual Value	Ratio of Net Assessed Value To Total Estimated Actual Value
1996	1,001,742	2,736	135,752	1,140,230	96,045	1,044,185	1,140,230	91.6%
1997	1,031,826	2,963	149,624	1,184,413	101,653	1,082,760	1,184,413	91.4%
1998	1,083,488	2,794	142,459	1,228,741	114,427	1,114,314	1,228,742	90.7%
1999	1,107,743	3,538	147,654	1,260,935	109,246	1,151,689	1,260,935	91.3%
2000	1,149,281	3,538	154,080	1,306,899	115,393	1,191,506	1,306,899	91.2%
2001	1,410,386	3,018	206,443	1,619,847	147,383	1,472,464	1,619,847	90.9%
2002	1,466,499	3,341	188,494	1,658,334	152,881	1,505,453	1,658,334	90.8%
2003	1,505,951	3,341	188,250	1,697,542	139,210	1,558,332	1,697,542	91.8%
2004	1,545,402	3,341	188,006	1,736,749	125,540	1,611,209	1,736,749	92.8%
2005	1,644,991	3,341	205,786	1,854,118	33,325	1,820,793	1,854,118	98.2%

* All amounts expressed in thousands

Source: Humboldt County Auditor

City of Eureka, California
Property Tax Rates - All Direct and Overlapping Governments
(Per \$100 of Assessed Value)
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Basic County, City and School Levy	Voter-approved Debt				Total
		City	County	School	Others	
1996	1.000	0.000	0.000	0.042	0.005	1.047
1997	1.000	0.000	0.000	0.039	0.005	1.044
1998	1.000	0.000	0.000	0.036	0.005	1.041
1999	1.000	0.000	0.000	0.037	0.005	1.042
2000	1.000	0.000	0.000	0.038	0.005	1.043
2001	1.000	0.000	0.000	0.046	0.005	1.051
2002	1.000	0.000	0.000	0.042	0.005	1.047
2003	1.000	0.000	0.000	0.035	0.005	1.040
2004	1.000	0.000	0.000	0.035	0.005	1.040
2005	1.000	0.000	0.000	0.089	0.005	1.094

Rates used are those for the tax rate area with the highest rate

* Article XIII A of the California Constitution (Proposition 13) limits the property tax rate to one percent of full valuation plus levies for voter-approved general obligation debt.

Source: Humboldt County Auditor

City of Eureka, California
Principal Taxpayers
June 30, 2005
(Unaudited)

Company	Type of Business	2004 Assessed Valuation	Percentage of Total Assessed Valuation
St. Joseph Hospital of Eureka	Hospital	\$76,518,766	4.41%
Bayshore Mall	Shopping Mall	49,172,717	2.83%
Target Corporation CR	Durable Goods	14,413,911	0.83%
The Price Company	Durable Goods	11,995,259	0.69%
Salvation Army Residences Inc.	Housing	8,895,920	0.51%
L & H Properties LLC	Developer	8,547,729	0.49%
Ocean View Cemetery	Cemetery	8,194,421	0.47%
Humboldt Partners PT	Bank	8,105,974	0.47%
Commercial Net Lease Realty, Inc.	Developer	7,900,000	0.45%
Schmidbauer Lumber Inc.	Wood Products	7,621,066	0.44%
Totals		\$201,365,763	11.6%

Source: Humboldt County Assessor's Office

Principal Employers (1)
June 30, 2005
(Unaudited)

Company	Type of Business	Employees
Target	Department Store	200
Schmidbauer Lumber	Wood products	165
Costco Wholesale #125	Department Store	127
Times Standard	Newspaper	106
Gottschalk's	Department Store	105
SN Servicing Corp (Security National)	Banking/Loans	102
Pierson Building Center	Lumber & Building Materials	100
Pacific Choice Seafoods	Fish & Seafoods	90
Winco Foods	Grocery Store	87
K-Mart	Department Store	80

(1) Excludes non-profit and governmental employers

Source: City of Eureka business license records

City of Eureka, California
Computation of Legal Debt Margin
June 30, 2005
(Unaudited)

Total assessed value of all real and personal property	\$ 1,854,118,274
Debt limit percentage (1)	<u>3.75%</u>
Total debt limit	69,529,435
Amount of debt applicable to debt limit	<u>-</u>
Legal debt margin	<u>\$ 69,529,435</u>

(1) Assessed value of property is subject to taxation at full market value since the passage of Proposition 13

Source: Humboldt County Auditor

City of Eureka, California
Computation of Direct and Overlapping Debt
June 30, 2005
(Unaudited)

	Percentage Applicable to City of Eureka	City of Eureka Share of Debt (1)
<u>DIRECT AND OVERLAPPING TAX AND ASSESSMENT DEBT:</u>		
Redwoods Joint Community College District	11.410%	\$ 2,053,800
Eureka Unified School District	49.602%	10,571,478
Eureka Unified School District School Facilities Improvement District No. 1	76.039%	4,757,750
Freshwater School District	0.532%	6,570
Jacoby Creek School District	1.192%	4,887
South Bay Union School District	3.473%	47,754
City of Eureka	100.000%	-
Humboldt Bay Harbor Recreation and Conservation District	16.554%	490,826
TOTAL DIRECT AND OVERLAPPING TAX AND ASSESSMENT DEBT		\$ 17,933,065
<u>OVERLAPPING GENERAL FUND DEBT:</u>		
Humboldt County Certificates of Participation	16.554%	\$ 2,729,755
Humboldt County Board of Education Certificates of Participation	16.554%	225,134
Redwoods Joint Community College District Certificates of Participation	11.410%	136,350
Northern Humboldt Union High School District Certificates of Participation	0.103%	1,869
Eureka School District Certificates of Participation	49.602%	709,353
TOTAL OVERLAPPING GENERAL FUND DEBT		\$ 3,802,461
COMBINED TOTAL NET DIRECT AND OVERLAPPING BONDED DEBT		\$ 21,735,526

(1) Excludes tax and revenue anticipation notes, enterprise revenue, mortgage revenue and tax allocation bonds and non-bonded capital lease obligations.

Source: California Municipal Statistics, Inc.

**City of Eureka, California
Revenue Bond Coverage
Last Ten Fiscal Years
(Unaudited)**

Fiscal Year	Gross Revenues (1)	Operating Expenses (2)	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
				Principal	Interest	Total	
1996	4,384,299	2,343,020	2,041,279	285,000	356,235	641,235	3.18
1997	4,370,551	2,622,050	1,748,501	305,000	325,760	630,760	2.77
(3) 1998	4,741,968	2,549,115	2,192,853	325,000	196,341	521,341	4.21
1999	4,432,454	2,648,907	1,783,547	360,000	200,451	560,451	3.18
2000	4,628,179	2,544,450	2,083,729	390,000	168,813	558,813	3.73
2001	5,357,127	2,728,082	2,629,045	395,000	161,906	556,906	4.72
2002	4,970,592	3,161,528	1,809,064	415,000	136,058	551,058	3.28
2003	4,036,697	3,024,432	1,012,265	430,000	118,395	548,395	1.85
2004	4,384,569	3,821,765	562,804	440,000	99,910	539,910	1.04
2005	4,983,913	4,315,070	668,843	845,000	80,497	925,497	0.72

(1) Total revenues (including interest) exclusive of intergovernmental

(2) Operating expenses exclude depreciation and expenditures of grant revenues

(3) 1988 Wastewater Revenue Refunding Bonds were refunded during fiscal year 1997-98

\$5,290,000 paid to refunding bond agent - 7/88

Includes 1973 Municipal Harbor Improvement Bonds, 1980 Wastewater Revenue Bonds, 1988 Wastewater Revenue Refunding Bonds, and 1998 Wastewater Revenue Refunding Bonds.

Source: City of Eureka financial records

City of Eureka
Revenue Bond Coverage
WASTEWATER BONDS
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Gross Revenues(1)	Operating Expenses(2)	Net Revenue Available for Debt Service	Debt Service Requirements		Total	Coverage
				Principal	Interest		
1996	3,984,509	1,955,108	2,029,401	255,000	275,910	530,910	3.82
1997	3,973,210	2,256,672	1,716,538	270,000	247,460	517,460	3.32
(4) 1998	4,344,479	2,110,541	2,233,938	290,000	120,404	410,404	5.44
1999	4,111,512	2,266,610	1,844,902	325,000	126,876	451,876	4.08
2000	4,119,228	2,224,535	1,894,693	350,000	97,600	447,600	4.23
2001	4,832,626	2,334,838	2,497,788	355,000	84,205	439,205	5.69
2002	4,490,317	2,712,895	1,777,422	370,000	70,245	440,245	4.04
2003	3,545,825	2,462,354	1,083,471	380,000	55,620	435,620	2.49
2004	3,881,118	3,288,968	592,150	385,000	40,510	425,510	1.39
2005	4,283,573	3,157,248	1,126,325	785,000	24,810	809,810	1.39

(1) Total revenues (including interest) exclusive of intergovernmental (Fund 510 only)

(2) Operating expenses exclude depreciation

(3) Full accrual accounting established

(4) Refunded in 1997-98 - Interest expense includes costs of issuance and amt pd out of WW Operating

1987 through 1996: Non-capitalizable capital outlay included in operating expenses

City of Eureka
Revenue Bond Coverage
HARBOR BONDS
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Gross Revenues(1)	Operating Expenses(2)	Net Revenue Available for Debt Service	Debt Service Requirements			Coverage
				Principal	Interest	Total	
1996	399,790	387,912	11,878	30,000	80,325	110,325	0.11
1997	397,341	365,378	31,963	35,000	78,300	113,300	0.28
1998	397,489	438,574	(41,085)	35,000	75,937	110,937	-0.37
1999	320,942	382,297	(61,355)	35,000	73,575	108,575	-0.57
2000	508,951	319,915	189,036	40,000	71,213	111,213	1.70
2001	524,501	393,244	131,257	40,000	77,701	117,701	1.12
2002	480,275	448,633	31,642	45,000	65,813	110,813	0.29
2003	490,872	562,078	(71,206)	50,000	62,775	112,775	-0.63
2004	503,451	532,797	(29,346)	55,000	59,400	114,400	-0.26
2005	700,340	1,157,822	(457,482)	60,000	55,687	115,687	-3.95

(1) Total revenues (including interest) exclusive of intergovernmental (in Fund 530 AND Fund 531)

(2) Operating expenses exclude depreciation & expenditures of grant revenue (both funds)

(3) Full accrual accounting established

1987 through 1996: Non-capitalizable capital outlay included in operating expenses

City of Eureka, California
Demographic Statistics
Last Ten Fiscal Years
(Unaudited)

<u>Fiscal Year</u>	<u>Population (1)</u>	<u>Square Miles (2)</u>	<u>School Enrollment (3)</u>	<u>Unemployment Rate (4)</u>
1996	27,473	17.71	5,852	8.30%
1997	27,506	17.71	5,859	7.50%
1998	27,519	17.71	5,865	7.10%
1999	27,562	17.71	5,871	7.00%
2000	27,527	17.71	5,875	6.40%
2001	26,250	17.71	5,519	6.30%
2002	26,050	17.71	5,212	5.30%
2003	26,100	17.71	4,941	5.10%
2004	26,258	17.71	5,078	4.90%
2005	26,381	17.71	4,648	6.75%

Sources:

- (1) Population from California Department of Finance Population Research Unit. Estimates as of January 1, 2005
- (2) Square miles from City of Eureka Engineering Department
- (3) School enrollment from Eureka City Schools
- (4) Unemployment from California Labor Market Data Library. Percentages are the average for the calendar year ending during each fiscal year presented, and are not seasonally adjusted

City of Eureka, California
Construction Activity and Bank Deposits
Last Ten Fiscal Years
(Unaudited)

Fiscal Year	Commercial/ Industrial Construction		Residential Construction		Other Additions, Alterations, Etc.		Total Construction		Bank Deposits (in thousands)	Total Assessed Valuation (in thousands)
	Number of Units	Value	Number of Units	Value	Number of Units	Value	Number of Units	Value		
1996	4	830,191	15	1,404,139	314	11,417,119	333	13,651,449	732,302	1,140,230
1997	26	4,815,833	18	1,305,534	739	5,960,454	783	12,081,821	762,456	1,184,413
1998	17	2,488,654	22	1,947,338	723	7,085,558	762	11,521,550	799,549	1,228,742
1999	1	78,020	27	2,725,160	581	7,618,596	609	10,421,776	822,432	1,260,935
2000	17	7,163,849	15	1,570,409	907	11,573,589	939	20,307,847	884,139	1,306,899
2001	11	3,769,246	15	1,488,608	698	10,195,739	724	15,453,593	947,427	1,619,847
2002	16	2,590,879	31	4,950,613	350	6,318,724	397	13,860,216	1,061,256	1,658,334
2003	12	1,819,074	21	2,753,651	415	7,502,973	448	12,075,698	1,210,174	1,697,542
2004	27	14,113,075	24	4,063,679	482	8,963,252	533	27,140,006	1,187,267	1,736,749
2005	21	3,182,835	24	3,661,962	681	10,156,917	726	17,001,714	(1)	1,854,118

(1) Not available

Sources:

Total Construction from City of Eureka Building Department
Bank Deposits from the Findley Reports
Total Assessed Valuation: See Table 4

City of Eureka, California
Miscellaneous Statistics
June 30, 2005
(Unaudited)

Date of incorporation as a city:	February 19, 1874		
Date Charter adopted:	February 8, 1895		
Council-Manager form of government adopted:	March 5, 1959		
Area:	17.71 square miles		
Population:	26,381		
Miles of streets:	125		
Miles of water line:	150		
Miles of sewers:	100		
Street lights:	1,918		
Signals:			
City	25		
State	26		
Number of employees:			
	<u>Total</u>	<u>Full Time (Authorized)</u>	<u>Part Time</u>
Classified	193	186	7
Exempt	54	54	-
Total	<u>247</u>	<u>240</u>	<u>7</u>
Fire protection:	3 stations with 40.0 employees		
Police protection:	1 station with 81.0 employees		
Business licences:	2,305		
Parks and recreation:			
Parks - number of acres	242		
Parks	13		
Golf courses	1		
Community recreation facilities	10		
Tennis courts	6		
Ballfields	4		
Outdoor amphitheater	1		
Zoo	1		
Water utility:			
Customers	9,660		
Average daily consumption in gallons	3,057,125		
Water connections	10,027		
Transit (1)			
Customers	335,127		
Revenue service miles	309,993		

(1) Includes regular transit operations and specialty services.

**City of Eureka, California
Wastewater System
Summary of Historic Operating Results
June 30, 2005**

Revenues (1)	
Service charges	\$ 3,617,516
Connection fees	78,100
Investment income	566,072
Miscellaneous	751,052
Total revenues	5,012,740
Expenses (2)	4,647,882
System net revenues	\$ 364,858
Debt service	
Wastewater Revenue Refunding Bonds Series 1998	\$ 809,810
CSCDA Series 2003A Revenue Bonds	364,239
Total debt service	\$ 1,174,049
Debt service coverage ratio	0.31

(1) Total revenues (including interest) exclusive of intergovernmental

(2) Excludes depreciation, capital expenditures and debt service

Source: City of Eureka

**City of Eureka, California
Number of Wastewater Connections by User Type
June 30, 2005**

User Type	2002	2003	2004	2005
Single family residential	7,657	7,565	7,638	7,667
Multiple family residential	640	679	648	663
Commercial / Industrial	1,090	1,111	1,041	1,052
Total	9,387	9,355	9,327	9,382

Source: City of Eureka

**City of Eureka, California
Wastewater System
Service Charge Revenues by Class of User
June 30, 2005**

User Type	Year Revenue (1)	Percentage of Total Service Charge Revenue
Single family residential	\$1,585,034	46%
Multiple family residential	523,715	15%
Commercial / Industrial	755,643	22%
Total	<u>\$2,864,392</u>	

(1) Excludes revenues from customers outside city limits.

Source: City of Eureka

**City of Eureka, California
Wastewater System
Largest Users by Service Charge Revenues
June 30, 2005**

User (1)	Type of Business	Service Charge Revenue	Percentage of Annual Service Charge Revenue
St Joseph Hospital	Hospital	\$95,767	3.34%
Red Lion Motel	Lodging Establishment	42,655	1.49%
Silvercrest Residence	Nursing Home	41,252	1.44%
General Growth	Shopping Center	24,436	0.85%
Mission Linen Supply	Laundry Service	24,226	0.85%

(1) Excludes non-profit and governmental employers

Source: City of Eureka

**City of Eureka, California
Water System
Summary of Historic Operating Results
June 30, 2005**

	2002	2003	2004	2005
Revenues				
Service charges	\$ 2,790,272	\$ 3,353,210	\$ 3,863,424	\$ 4,450,911
Connection fees	46,529	32,657	62,470	91,652
Investment income	179,013	167,857	97,043	172,405
Miscellaneous	31,985	-	310,047	3,672
Total revenues	3,047,799	3,553,724	4,332,984	4,718,640
Expenses	2,156,162	2,197,091	2,850,797	2,672,606
System net revenues	\$ 891,637	\$ 1,356,633	\$ 1,482,187	\$ 2,046,034
Debt service				
CSCDA Series 2000A Revenue Bonds	\$ 433,745	\$ 433,745	\$ 619,565	\$ 810,935
CSCDA Series 2002B Revenue Bonds	-	131,938	255,393	336,992
Total debt service	\$ 433,745	\$ 565,683	\$ 874,958	\$ 1,147,927
Debt service coverage ratio	2.06	2.40	1.69	1.78

- (1) Total revenues (including interest) exclusive of intergovernmental
(2) Excludes depreciation, capital expenditures and debt service

Source: City of Eureka

**City of Eureka, California
Number of Water Connections by User Type
June 30, 2005**

User Type	2002	2003	2004	2005
Single family residential	7,282	7,781	7,854	7,883
Multiple family residential	664	686	655	670
Commercial / Industrial	1,426	1,166	1,096	1,107
Total	9,372	9,633	9,605	9,660

Source: City of Eureka

**City of Eureka, California
Water System
Service Charge Revenues by Class of User
June 30, 2005**

<u>User Type</u>	<u>Year Revenue</u>	<u>Percentage of Total Service Charge Revenue</u>
Single family residential	\$2,723,989	63%
Multiple family residential	543,191	13%
Commercial / Industrial	1,062,606	25%
Total	<u>\$4,329,786</u>	

Source: City of Eureka

**City of Eureka, California
Water System
Largest Users by Service Charge Revenues
June 30, 2005**

<u>User</u>	<u>Type of Business</u>	<u>Service Charge Revenue</u>	<u>Percentage of Annual Service Charge Revenue*</u>
Pacific Seafood	Food Processing	\$ 85,386	2.0%
Saint Joseph Hospital	Hospital	28,111	0.65%
Red Lion Inn	Motel	12,718	0.29%
Silvercrest Residence	Housing	8,120	0.19%
General Growth	Department Stores	7,141	0.16%

Source: City of Eureka

Eureka Redevelopment Agency, California
Top Ten Largest Property Owners in the Project Areas
June 30, 2005
(Unaudited)

Company	Type of Business	2004 Assessed Valuation	Percentage of Total Assessed Valuation
The Price Company	Commercial	\$ 11,760,059	2.94 %
Humboldt Bank	Commercial	10,120,314	2.53
Salvation Army Residences, Inc.	Commercial	8,727,570	2.18
Schmidbauer Lumber Inc.	Industrial	6,842,005	1.71
WHC831 LLC	Unsecured	6,275,196	1.57
A & K Investments LLC	Industrial	5,799,079	1.45
Tomac LLC	Commercial	3,931,985	0.98
Robert D. Prior	Commercial	3,862,771	0.97
Motel Partnership	Residential	3,134,348	0.78
Park Corporation	Commercial	3,044,927	0.76
Totals		\$ 63,498,254	15.88 %

Source: Humboldt County Assessor's Office

Presently, there are no outstanding assessment appeals within the Project Areas.

Eureka Redevelopment Agency, California
Aggregate Assessed Value of the Project Areas
June 30, 2005
(Unaudited)

	Secured	Unsecured	Total
Phase I Project Area	\$ 14,591,173	\$ 2,081,877	\$ 16,673,050
Phase II Project Area	26,430,379	2,282,522	28,712,901
Eureka Tomorrow Project Area	297,556,799	56,900,694	354,457,493
Total	\$ 338,578,351	\$ 61,265,093	\$ 399,843,444

Source: Humboldt County Auditor

Eureka Redevelopment Agency, California
Projected Tax Increment Revenue Coverage
Assuming Restatement of Tax Increment Limit (1)

Period Ending November 1	Principal	Interest	Debt Service	Tax Increment After SB 2557, Housing Set-Aside, and Refunds	Statutory Pass- Throughs	Net Tax Increment (2)	Tax Increment after Charges Coverage Ratio	Net Tax Increment Coverage Ratio
2005	-	678,343	678,343	2,510,060	16,457	2,493,603	3.70	3.68
2006	-	678,343	678,343	2,510,060	16,457	2,493,603	3.70	3.68
2007	-	678,343	678,343	2,510,060	16,457	2,493,603	3.70	3.68
2008	-	678,343	678,343	2,510,060	16,457	2,493,603	3.70	3.68
2009	-	678,343	678,343	2,510,060	16,457	2,493,603	3.70	3.68
2010	-	678,343	678,343	2,510,060	16,457	2,493,603	3.70	3.68
2011	-	678,343	678,343	2,510,060	16,457	2,493,603	3.70	3.68
2012	1,000,000	678,343	1,678,343	2,510,060	16,457	2,493,603	1.50	1.49
2013	1,040,000	638,343	1,678,343	2,510,060	16,457	2,493,603	1.50	1.49
2014	1,085,000	596,743	1,681,743	2,510,060	16,457	2,493,603	1.49	1.48
2015	1,125,000	553,343	1,678,343	2,510,060	16,457	2,493,603	1.50	1.49
2016	1,175,000	502,717	1,677,717	2,510,060	16,457	2,493,603	1.50	1.49
2017	1,225,000	453,368	1,678,368	2,510,060	16,457	2,493,603	1.50	1.49
2018	1,280,000	400,693	1,680,693	2,510,060	16,457	2,493,603	1.49	1.48
2019	1,335,000	344,373	1,679,373	2,510,060	16,457	2,493,603	1.49	1.48
2020	1,395,000	282,963	1,677,963	2,510,060	16,457	2,493,603	1.50	1.49
2021	1,460,000	218,095	1,678,095	2,510,060	16,457	2,493,603	1.50	1.49
2022	1,530,000	149,475	1,679,475	2,451,758	14,859	2,436,899	1.46	1.45
2023	1,600,000	76,800	1,676,800	2,296,240	10,750	2,285,490	1.37	1.36
Total	\$ 15,250,000	\$ 9,643,657	\$ 24,893,657	\$ 47,419,018	\$ 305,378	\$ 47,113,640		

Source: Public Financial Management and HdL Coren & Cone

(1) Assumes no growth in tax increment and that current tax increment limit restrictions have been amended.

(2) Tax Increment estimates per HdL Coren & Cone Fiscal Consultant's Report

Eureka Redevelopment Agency, California
Projected Tax Increment Revenue Coverage Assuming
No Restatement of Tax Increment Limit and Escrowing of Tax Revenues(1)

Bond Year	Gross Tax Revenue (2)	Net Tax Revenue (2)	Series 2003 Debt Service	Total Remaining Debt Service	Total Remaining Tax Revenues	Agency Net Cash Flow	Funds Used to Call Bonds (3)	Cumulative Escrow Deposit (4)	Debt Service After Bond Call
2004-05	3,334,000	2,563,000	678,000	24,710,000	29,015,000	-	-	1,885,000	696
2005-06	3,405,000	2,618,000	678,000	24,032,000	26,397,000	-	-	3,824,000	696
2006-07	3,478,000	2,673,000	678,000	23,354,000	23,724,000	-	-	5,819,000	696
2007-08	3,552,000	2,730,000	678,000	22,676,000	20,994,000	-	-	7,871,000	696
2008-09	3,627,000	2,788,000	678,000	21,998,000	18,206,000	-	-	9,980,000	696
2009-10	3,704,000	2,847,000	678,000	21,320,000	15,359,000	-	-	12,149,000	696
2010-11	3,782,000	2,908,000	678,000	20,642,000	12,451,000	-	-	14,379,000	696
2011-12	3,862,000	2,969,000	1,678,000	18,964,000	9,482,000	1,420	-	14,250,000	696
2012-13	3,944,000	3,032,000	1,678,000	17,286,000	6,450,000	-	14,250	-	1,696

Source: Public Financial Management and HdL Coren & Cone

- (1) Assumes 2% annual assessed value growth
- (2) From Fiscal Consultant's Report, adjusted for pass through payments
- (3) Increment is escrowed until amount is sufficient to redeem all Bonds outstanding, which is projected to occur in the 2011-12 bond year. The Bonds are assumed to be called in the following bond year.
- (4) All cash flow in excess of debt service must be escrowed to call Bonds when remaining debt service equals 85% of remaining Tax Revenues.

Eureka Redevelopment Agency, California
Outstanding Indebtedness Entered into Payable from Tax Revenues (1)
June 30, 2005

	Phase I Project Area	Phase II Project Area	Eureka Tomorrow Project Area	Total All Project Areas
Advances from City of Eureka	\$ 73,344	\$ 121,433	\$ 18,152,798	\$ 18,347,575
Low & Moderate Income Housing Obligation 92/93 Note	-	-	334,974	334,974
Low & Moderate Income Housing Obligation 93/94 Note	1,399	8,365	417,211	426,975
Low & Moderate Income Housing Obligation 2004/05 to end of Plan	638,000	1,086,300	5,740,400	7,464,700
2003 EPFA Refunding Loan from EPFA	<u>1,210,217</u>	<u>1,688,118</u>	<u>21,712,576</u>	<u>24,610,911</u>
Total	<u>\$ 1,922,960</u>	<u>\$ 2,904,216</u>	<u>\$ 46,357,959</u>	<u>\$ 51,185,135</u>

Source: Eureka Redevelopment Agency 2004/05 Statement of Indebtedness

- (1) Includes projected interest expense